

Functional Series [600](#)
Budget and Finance

INTERIM UPDATE 05-09

SUBJECT: Revision of ADS 603, Forward Funding, Non-Program Funds

NEW MATERIAL: ADS Chapter 603, Forward Funding, Non-Program Funds has been revised to reflect the new two-year forward-funding authority of the Operating Expense (OE) account provided in the Appropriations Act. The new authority does not apply to Inspector General OE, Credit Administrative Expense, or program funds authorized for administrative purposes.

EFFECTIVE DATE: 01/23/2004

ATTACHMENT: [ADS 603, Forward Funding, Non-Program Funds](#)

POLICY

USAID/General Notice
PPC/RA/SBI
06/23/2005

Subject: Revision of ADS 603, Forward Funding, Non-Program Funds

Attached is the revised ADS Chapter 603, Forward Funding, Non-Program Funds. The chapter reflects the new two-year forward-funding authority of the Operating Expense (OE) account provided in the Appropriations Act. The new authority does not apply to Inspector General OE, Credit Administrative Expense, or program funds authorized for administrative purposes. Changes to the chapter include:

603.3 explains the availability of appropriations to meet bona fide needs, distinction between severable and non-severable contracts, and exceptions to the bona fide needs rule. Exceptions include the new two-year forward funding authority.

603.3.1 states the Agency general policy permits forward funding under the two-year forward-funding authority for OE for costs that otherwise would be restricted to current-year funding.

Point of Contact: Any questions concerning this Notice may be directed to Diana Fernandez, PPC/RA/SBI, (202) 712-5587 or via e-mail: diferandez@usaid.gov.

Notice 0678

File Name	Notice Date	Effective Date	Editorial Revision Date	ADS CD No.	Remarks
IU6_0509_062405_nocd	06/23/2005	01/23/2004			This IU will be cancelled when CD 40 is issued.

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